



GENERAL ASSEMBLY

COMMONWEALTH OF KENTUCKY

2006 REGULAR SESSION

HOUSE BILL NO. 78

FRIDAY, JANUARY 20, 2006

The following bill was reported to the Senate from the House and ordered to be printed.

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TREY GRAYSON
SECRETARY OF STATE
COMMONWEALTH OF KENTUCKY
BY R. Hatter

AN ACT relating to tobacco warehouses.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

1 Section 1. KRS 154.01-010 is amended to read as follows:

2 As used in this chapter, unless the context indicates otherwise:

- 3 (1) "Agribusiness" or "agricultural business entity" means any person, partnership,
4 registered limited liability partnership, corporation, limited liability company, or
5 any other entity engaged in a business that processes raw agricultural products,
6 including timber, or provides value-added functions with regard to raw agricultural
7 products;
- 8 (2) "Approved business network" or "approved flexible industrial network" means a
9 business network comprising three (3) or more business firms or industries which
10 have been identified as key industries and targeted by the state's strategic economic
11 development plan for special consideration and assistance by the agencies of the
12 Commonwealth;
- 13 (3) "Authority" means the Kentucky Economic Development Finance Authority,
14 consisting of a committee as set forth in KRS 154.20-010;
- 15 (4) "Board" means the Kentucky Economic Development Partnership, an
16 administrative body within the meaning of KRS 12.010, and the governing body of
17 the Cabinet for Economic Development, as created and established in KRS 154.10-
18 010;
- 19 (5) "Business network" or "flexible industrial network" means a formalized,
20 collaborative mechanism organized by and operating among three (3) or more
21 industrial entities, business enterprises, or private sector firms for the purposes of,
22 but not limited to: pooling expertise; improving responses to changing technology
23 or markets; lowering the risks to individual entities of accelerated modernization;
24 encouraging new technology investments, new market development, and employee
25 skills improvement; and developing a system of collective intelligence among

- 1 participating entities;
- 2 (6) "Cabinet" means the Cabinet for Economic Development as established under KRS
3 12.250, and governed by the Kentucky Economic Development Partnership;
- 4 (7) "Commonwealth" means the Commonwealth of Kentucky;
- 5 (8) "Cost of a project" means the cost of the acquisition, construction, reconstruction,
6 conversion, or leasing of any industrial, commercial, health care, agricultural, or
7 forestry enterprise, or any part thereof, to carry out the purposes and objectives of
8 this chapter, including, but not limited to, acquisition of land or interest in land,
9 buildings, structures, or other planned or existing planned improvements to land,
10 including leasehold improvements, machinery, equipment, or furnishings; working
11 capital; and administrative costs including, but not limited to, engineering,
12 architectural, legal, and accounting fees which are necessary for the project;
- 13 (9) "Local and regional economic development interest" means any local business or
14 economic development interest, including, but not limited to, chambers of
15 commerce, business development associations, industrial development
16 organizations, area development districts, and public economic development
17 entities;
- 18 (10) "Industrial entity" means any corporation, limited liability company, partnership,
19 registered limited liability partnership, person, or any other legal entity, domestic or
20 foreign, which will itself or through its subsidiaries or affiliates, engage in an
21 industrial improvement project in the Commonwealth;
- 22 (11) "Industrial improvement project" means and includes the acquisition, construction,
23 or implementation of new manufacturing, processing, or assembling facilities,
24 equipment, methods or processes, or improvements to or repair of existing
25 manufacturing, processing, or assembling facilities, equipment, methods, or
26 processes, including repair, restoration, or conversion of tobacco warehouses, as
27 well as improvements to the real estate upon which the facilities are located, and

1 includes any capital improvement to any existing facility, including any
2 restructuring, retooling, rebuilding, reequipping, or any other form of upgrading
3 such existing facility and equipment and any other improvements to such real estate,
4 existing facility, or manufacturing, processing, or assembling equipment, method,
5 or process;

6 (12) "Key industry" means an industry or business within an industrial sector which has
7 been identified in and targeted by the state's economic development strategic plan as
8 having major importance to the sustained economic growth of the Commonwealth
9 and in which member firms sell goods or services into markets for which national or
10 international competition exists, including, but not limited to, secondary forest
11 products manufacturing, agribusiness, and high technology and biotechnology
12 manufacturing and services;

13 (13) "Military" and "defense" mean all military and defense installations, entities,
14 activities, and personnel located, operating, or living in Kentucky;

15 (14) "Municipality" means a county, city, village, township, development organization,
16 an institution of higher education, a community or junior college, a subdivision or
17 instrumentality of any of the foregoing, or any entity created by two (2) or more
18 municipalities pursuant to the Interlocal Cooperation Act, KRS 65.210 to 65.300;

19 (15) "Network broker" means a person who is trained to assist private sector firms to
20 form business networks and make other similar efforts to provide for joint
21 manufacturing, marketing, technology development, information dissemination, and
22 other activities;

23 (16) "Non-appropriation-supported bond" means any long-term financial borrowing
24 instrument for which regular debt service does not originate from an appropriation
25 of the General Assembly;

26 (17) "Non-appropriation-supported note" means any short-term financial borrowing
27 instrument for which loan payments do not originate from an appropriation of the

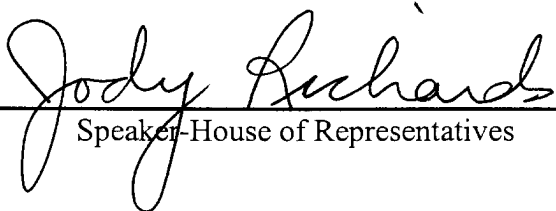
1 General Assembly;

2 (18) "Person" means an individual, partnership, registered limited liability partnership,
3 joint venture, military facility operated by a department or agency of the United
4 States, profit or nonprofit corporation including a public or private college or
5 university, limited liability company, or other entity or association of persons
6 organized for agricultural, commercial, health care, or industrial purposes; or a
7 public utility or local industrial development corporation;

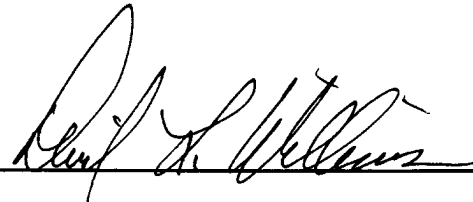
8 (19) "Private sector" means any source other than the authority, a state or federal entity,
9 or an agency thereof;

10 (20) "Project" means an endeavor approved by the cabinet or authority and related to
11 industrial, manufacturing, mining, mining reclamation for economic development,
12 commercial, health care, or agricultural enterprise. Project shall include, but is not
13 limited to, agribusiness, agricultural or forestry production, harvesting, storage, or
14 processing facilities or equipment; equipment or facilities designed to produce
15 energy from renewable resources; research parks; office facilities; engineering
16 facilities; research and development laboratories; repair, restoration, or conversion
17 of tobacco warehouses for an economic development or commercial use;
18 warehousing facilities; parts distribution facilities; depots or storage facilities; port
19 facilities; railroad facilities, including trackage, right-of-way, and appurtenances;
20 airports and airport renovation; water and air pollution control equipment or waste
21 disposal facilities; tourist facilities; theme or recreational parks; health care and
22 health related facilities; farms, ranches, forests, and other agricultural or forestry
23 commodity producers; agricultural harvesting, storage, transportation, or processing
24 facilities or equipment; grain elevators; shipping heads and livestock pens;
25 livestock; wharves and dock facilities; water, electricity, hydroelectric, coal,
26 petroleum, or natural gas provision facilities; dams and irrigation facilities; sewage,
27 liquid, and solid waste collection, disposal treatment, and drainage services and

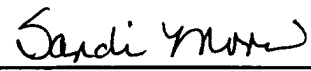
- 1 facilities. Except for airport-related facilities, project shall not include that portion
2 of an endeavor devoted to the sale of goods at retail or that portion of an endeavor
3 devoted to housing which does not consist of the manufacture of housing;
- 4 (21) "Reclamation development fund" means the fund administered by the Kentucky
5 Economic Development Finance Authority to foster economic development on
6 surface mining land;
- 7 (22) "Reclamation development project" means only that reconditioning of land affected
8 by surface mining, which will directly promote and benefit an economic
9 undertaking which constitutes a project under subsection (20) of this section;
- 10 (23) "Reclamation development plan" means a plan submitted to the Environmental and
11 Public Protection Cabinet to show compliance with reclamation standards, and
12 submitted to the Kentucky Economic Development Finance Authority to seek
13 moneys from the reclamation development fund for a reclamation development
14 project;
- 15 (24) "Secretary" means the chief executive officer and secretary of the Cabinet for
16 Economic Development;
- 17 (25) "State" means the Commonwealth of Kentucky; and
- 18 (26) "Tax revenues" means any revenues received by the Commonwealth directly or
19 indirectly as a result of the industrial improvement project, including state corporate
20 income taxes, state income taxes paid by employees who work in the project, state
21 property taxes, state corporation license taxes, or state sales and use taxes.



Speaker-House of Representatives



President of the Senate

Attest: 

Asst. Chief Clerk of House of Representatives

Approved 

Governor

Date 
